EXHIBIT 4 DATE 02 /08/07 BB 131

HOUSE BILL NO. 131 AMENDEDMENT OFFERED BY: MONTANA ASSOCIATION OF CHIEFS OF POLICE (MACOP) AND MONTANA POLICE PROTECTIVE ASSOCIATION (MPPA)

BY W. JAMES KEMBEL, LOBBYIST

ON PAGE 15-16, LINES 19-30 AND LINES 1-22, DELETE SECTION 15 IN ITS ENTIRETY.

REASON: The amendment is requested based on page 3 of 8, of the fiscal note for HB131. The fiscal note indicates that MPORS has an "Amortization Period of AAL" of 20.4 years. With the change proposed it would be 18.5 years.

In addition the fiscal note, page 4 of 10, shows that by reducing the GABA from 3% to 1.5% will decrease the funds needed by \$6,664,000 while maintaining the contribution rate the same.

Since the retirement system is stable there is no need to reduce GABA. The concern is that the reduction can impact recruitment of new police officers and create morale problems between new officers and existing officers having different benefits.